GOVERNMENT OF INDIA
URBAN EMPLOYMENT AND POVERTY ALLEVIATION
LOK SABHA

UNSTARRED QUESTION NO:4592
ANSWERED ON:22.08.2000
DEVELOPMENT OF TOWNS
M.V.V.S MURTHI;SHIVAJI MANE;V. SAROJA

Will the Minister of URBAN EMPLOYMENT AND POVERTY ALLEVIATION be pleased to state:

(a) whether the Government propose to develop the small and medium towns having a population of 5 lakh in the country;

(b) if so, the details thereof; and

(c) the details of the towns likely to be developed during the current year State-wise?

Answer

MINISTER OF STATE FOR URBAN DEVELOPMENT & POVERTY ALLEVIATION (SHRI BANDARU DATTATREYA)

(a)&(b): Yes, Sir. Under the ongoing Centrally Sponsored Scheme of Integrated Development of Small and Medium Towns (IDSMT), small and medium towns upto a population of 5 lakhs are taken up for development.

Brief details of the scheme are as under:-

(i) Towns upto a population of 5 lakhs are covered.

(ii) Selection and prioritisation of towns is done by the State Government.

(iii) Funds are released as grants in the ratio of 60:40 (Central and State share respectively). Scheme also provides for institutional finance.

(iv) Depending on the population, towns have been categorised into five categories. Central assistance under the scheme is dependent on the category of towns. Details are at Annexure-I.

(v) Components for assistance will include works a s per City/Town Development Master Plans which may have city/townwise significance.

(c): Towns under the scheme are taken up as per the priority accorded by the State Government and completion of all formalities as per the guidelines. The priority is for releasing funds to ongoing towns. Subject to availability of funds, new towns are taken up under the scheme.

ANNEXURE-I

ANNEXURE REFERRED TO REPLY TO PARTS (a) AND (b) OF LOK SABHA UNSTARRED QUESTION NO.4592 FOR 22.8

FINANCING PATTERN UNDER IDSMT SCHEME

(RS. IN LAKHS)

Category of town (Population) Maximum	Project Cost	Central Assistance (grant)	State share (grant)	HUDCO/ Financial Institution loan/other Sources
A (<20000)	100	48	32	20 (20%)
B (20000 - 50000)	200	90	60	50 (25%)
C (50000 - 100000)	350	150	100	100 (29%)
D (1-3 lakhs)	550	210	140	200 (36%)
E (3-5 lakhs)	750	270	180	300 (40%)